ORIGINAL Gallup Financial, LLC

0000046219

RECEIVED

8501 N. Scottsdale Road Suite 125 Scottsdale, AZ 85253 480-443-5600 480-443-5649 fax

4700

2006 APR -41 A 11: 10

April 3, 2006

AZ CORP COMMISSION DOCUMENT CONTROL Chairman Jeff Hatch Miller

Chairman Jeff Hatch Miller
Commissioner William Mundell
Commissioner Marc Spitzer
Commissioner Mike Gleason
Commissioner Kris Mayes

Arizona Corporation Commission 1200 West Washington Street Phoenix, Arizona 85007

W-01445A-

In re: Arizona Water Company Application to Extend CC&N, Docket No. 06-0199

Dear Chairman Hatch Miller and Commissioners:

I was surprised to hear that Arizona Water Company had filed for a CCN on the 2700 acre master planned community located in Pinal County and owned by Gallup Financial LLC. Grande Valley will have over 10,000 homes when it is finally built out.

I want it to be very clear to you that I adamantly oppose this filing on Gallup LLC property by Arizona Water Company.

At no time was Arizona Water considered by Gallup Financial LLC because the Global Water Utilities, Santa Cruz Water Company and Palo Verde Utilities Company, provides both sewer and water services. This provides for a much better service arrangement for the ultimate buyer of the homes to be built in Grande Valley.

The Global Utilities also provided the most viable alternative for water conservation by providing A+ reclaimed water to be used on landscaping and common areas, thus reducing significantly the amount of groundwater needing to be withdrawn.

The body of that application contains copies of letters requesting service for sewer and water, in which Gallup Financial requested said services from Santa Cruz Water Company and Palo Verde Utilities Company. These request letters and subsequent service agreements were negotiated with Global Water once the City of Casa Grande made a decision to allow Global to provide the service instead of them.

Please do not help facilitate the proliferation of under capitalized utility providers. This is not the best solution from a public health and safety standpoint.

I believe that I, as a landowner, have the right to select the most acceptable sewer and water provider for Grande Valley and its future 10,000 residents. This is not Arizona Water Company, they do not provide sewer service. I further resent Arizona Water Company taking the liberty of attaching Gallup Financial service request letters to the CCN application. I am not sure if this is legal, I am not a lawyer, but I intend to find out. Whether or not it is legal, I find this to be deceptive.

Philip J. Polich Operating Manager

cc:

Brian McNeil, Executive Director, ACC
Chris Kempley, Chief Counsel, ACC
Ernest Johnson, Director, Utilities Division, ACC
Steve Olea, Deputy Director, Utilities Division, ACC